

# **Kentucky Agricultural Development Board**

## ***Minutes of the July 27, 2005 Board Meeting***

The regular meeting of the Kentucky Agricultural Development Board was held on Wednesday July 27, 2005, at the Education & Research Center in Princeton, KY. Mike Judge, presiding, called the meeting to order, and the Secretary called the roll.

### **Members Present**

Donna Amburgey; H. H. Barlow; Daniel Case; John Cleaver; Rodney Dick; Commissioner Richie Farmer (Mike Judge, designee); Dennis Griffin; Wayne Hunt; Sam Lawson; Jim Mahan; Sam Moore; Dean M. Scott Smith (Jimmy Henning, designee); Secretary Gene Strong (Don Goodin, designee)

### **Members Absent**

Governor Ernie Fletcher; Vickie Yates Brown

### **Others Present**

**Staff** - Brian Furnish; Tim Hughes; Kara Keeton; Maggie May; Bill McCloskey; Keith Rogers; Nick Whobrey; Stephen Yates

**Guests** – Janice Barnett, Hope Ridge Farm; Dianna Beckett, Blazing Blocks Firewood; Mike Beckett, Blazing Blocks Firewood; C.A. Pantle, Horticulture Board; Steve Miller, Buffalo Trace ADD; Dave Loney, Horticulture Council; Bruce Cline, farmer; Chris Kummer, farmer; Biff Baker, LRC; James Nelson, Times Leader; Larry Turner, UK Cooperative Extension; David Wimpy, farmer; Jeff Franklin, UK Ag Communications; Sharon Burton, Farmer's Pride; Toni Burton, Farmer's Pride; Mike Gifford, Hope Ridge Farm; Tod Griffin, Ag Business Association of Kentucky; Tim Dievert, Central Kentucky Angus Sales; Larry Snell, Kentucky Center for Cooperative Development; Larry Sanders, Kentucky Nursery and Landscape Association; Daniel Green, Burley Tobacco Cooperative

### **Notification of Media**

Mike Judge received verification from Keith L. Rogers, Chief Executive Officer, that the media had received notice regarding the Agricultural Development Board meeting.

### **Welcome**

Mike Judge welcomed the Board and guests to the Princeton UK Research and Education facility for the July Board meeting.

Brian Furnish, GOAP Deputy Director, recognized Hopewell Farm representatives Janice Barnett and Mike Gifford and thanked them for the sausage and ham samples provided for the Board meeting.

### **Approval of Minutes**

Danny Case, moved to approve the minutes from the Friday, June 17, 2005 meeting as presented. Rodney Dick seconded the motion. The motion passed without dissent.

## **Presentation By the Horticulture Council**

Mr. Rogers introduced John Bell, President of the Kentucky Horticulture Council, for a presentation on the Kentucky Horticulture Council and Horticulture Opportunities in Kentucky.

Mr. Bell introduced members of the Horticulture Council present with him today: Larry Sanders, Kentucky Nursery & Greenhouse Association; Ottie Pantle, Kentucky Vegetable Growers Association; Larry Snell, Kentucky Center for Cooperative Development; Dave Loney, Kentucky Vineyard Society. The Horticulture Council presentation is on file with the Board Secretary.

Mr. Barlow asked about the size of the grant and how it has been used. Mr. Bell responded by stating that they had received close to \$3.5 million, and the result has been the growth in the markets.

Mr. Barlow asked of the \$3.5 million, who received the money. Mr. Bell stated the majority of the funds went to the demonstration plots and the Kentucky Department of Agriculture's horticulture advertising cost-share grant program.

Mr. Hunt clarified that the Agricultural Development Board grants totaled about \$4 million.

Mr. Lawson requested that staff provide the Board a summary of the Horticulture reports.

Mr. Dick asked if North Carolina subsidized the horticulture producers and markets. Mr. Bell said yes, at some level.

Mr. Dick asked if the money invested in cooperatives has also impacted the market growth. Mr. Bell stated yes, that investment has been a contributing factor to some of the growth in the horticulture market.

Mr. Dick asked for clarification on a slide stating that crops bring \$250,000 per acre. Mr. Bell stated that those are the greenhouses, and Dr. Ingram clarified that those houses can cost up to \$800,000 per acre.

Mr. Pantle clarified that the initial grant for the horticulture council, when he was president, went toward the farmers and not the cooperatives.

Mr. Lawson asked what the Horticulture Council is doing to assist the producer in being a business person. He inquired as to how much of this is supplementing the University, in regards to the field plots and other educational endeavors. Mr. Lawson stated he would like to see someone teach these individuals (producers) to be a business person. Also, Mr. Lawson stated he would like to see the Horticulture Council be the one to step up and take on this responsibility.

Mr. Bell responded by stating that the next step in the strategic plan is in business training and education. He continued to explain that the Horticulture Council has a proposal written up to transfer a business training program designed for beef to be redesigned for horticulture production. Mr. Bell stated that the goal is to make the case that horticulture is a missed opportunity at the state level. He clarified that what has been done so far will jumpstart the momentum necessary, in hope that the legislature will recognize the need for direct funding of Kentucky's horticulture industry.

Dr. Ingram gave the Board an update on how demonstrations have expanded as a result of the Horticulture grant.

Mr. Hunt asked for clarification on the total revenue for the horticulture industry.

Mr. Bell stated that \$633 million a year is the current revenue for the greenhouse and nursery industry.

Mr. Hunt stated that through all projects he estimates \$15 million has been invested in the state horticulture industry. He asked if the Horticulture Council could give an update on how this money has been used.

Mr. Rogers asked for clarification from Mr. Hunt, that he was requesting a report for the total in county and state agricultural development funds invested in horticulture.

Mr. Lawson asked John Bell how the Horticulture Council came up with the \$633 million in sales. Mr. Bell stated that the information came from the state and federal agriculture statistics.

Mr. Lawson asked what the Kentucky farmers share is of the \$633, the farm gate receipts. Mr. Bell said that the \$633 is Kentucky sales, but that does not include the items brought in from out of state and sold. John stated that from the presentation, he estimates that the state farm gate sales would be captured in the \$182 horticulture crops item of the total Kentucky horticulture sales.

Mr. Barlow asked John to explain the staff and structure of the organization. Mr. Bell stated that the Horticulture Council does not have a staff. The Horticulture Council was formed to provide a united voice for all horticulture industries across the state. He explained that the Council used the strategic plan to identify where the funds awarded need to be spent, that all monies requested in the applications are identified, and the only pool of money is the advertising cost-share funds for producers.

Mr. Griffin asked if there are any other groups in the horticulture industry that does not belong to the organization. Mr. Bell stated that some of the cooperatives are members of individual organizations, for example West Kentucky Growers Cooperative is a member of the vegetable organization which has representation on the Council.

Mr. Rogers clarified that the Horticulture Council is the umbrella organization for the individual horticulture organizations.

Mr. Dick asked what would be the average age of individuals involved in the horticulture industry. Dr. Ingram stated that there are a large group of older farmers and a large group of younger farmers involved, but the average age is around 50.

Mr. Dick asked if there had been a growth in the number of growers. Mr. Bell stated that yes, there had been a growth in the number of producers in recent years.

Mr. Mahan asked if there is opportunity for growth in the organic industry and a need for composting, such as with Creech, in this industry. Mr. Bell stated that the need exists for composting, and that Kentucky is well suited with small farm size for organic farming.

Mr. Rogers thanked Mr. Bell and the Horticulture Council for the presentation, and informed the Board they would receive the Horticulture Council application at the August Board meeting.

## **Executive Director's Report**

Mr. Judge yielded the floor to Mr. Rogers for the Executive Director's Report.

Mr. Rogers stated that Sandy Gardner has returned to the office from her maternity leave.

Mr. Rogers informed the Board that Catherine and her baby, Catelin, are improving and the baby hopefully will be coming home soon. Please keep them in your prayers.

Mr. Rogers stated that Lucinda Pease is now at Farm Credit and Jessica Woolums will be starting at GOAP on Monday, August 1. Jessica is from Midway and working on her bachelor's degree at Campbellsville University.

Mr. Rogers updated the Board on the July Oversight Committee. He state that they had questions regarding the Mackville Community Center project, it was explained that the restrooms were needed for the certified kitchen.

Mr. Rogers asked Tim Hughes to give a brief update on the Kentucky Agricultural Finance Corporation (KAFC).

Mr. Hughes informed the Board that the June KAFC meeting went well. He stated that the KAFC Board approved several loans, two of the Producer Accelerated Payment Program (PAPP) loans were executed and payments were made in the last week.

Mr. Hughes also stated that new brochures have been produced on the Agricultural Infrastructure Loan Program (AILP), and he has been meeting with several banks across the state on this program and there appears to be interest in the program.

Mr. Rogers stated that the past three months have been very positive for KAFC.

Mr. Rogers turned the meeting over to Brian Furnish to explain the memo regarding the Farmers' Market Competitive grants.

Mr. Furnish reviewed the memo regarding the Farmer's Market Competitive Grant applications. He stated that a few applications came in after the deadline, and those will come before the Board at a later time.

Mr. Cleaver asked how much money was remaining in the Farmer's Market account. Mr. Furnish stated that there was \$1.4 million remaining in the grant fund.

Mr. Rogers clarified how the remaining funds in the Farmers' Market Competitive Grant are designated. He also stated there is still interest in this program across the state.

Mr. Rogers reminded the Board that at the June meeting he had announced the Roundtable Discussions for the summer. He informed that Board that to date seven roundtables have been held and there are five scheduled in August.

Mr. Rogers informed the Board that Community Farm Alliance (CFA) had filed and appeal regarding the open meeting status of the roundtable discussions. He stated that the office had filed a response to the Attorney General's request for information on these

meetings. He informed the Board that the staff will continue to have the meetings unless otherwise requested to cease by the Attorney General's Office.

Mr. Cleaver asked if there was not a quorum, would this be considered an open meeting. Mr. Rogers stated that the GOAP staff believed it would not be considered an open meeting and stated that in the response to the Attorney General's Office.

Mr. Moore asked what specifically the CFA dispute was. Mr. Rogers stated that CFA believes that these meeting fell under open meeting law.

Mr. Cleaver applauded the staff for taking the initiative to hold these meetings.

Mr. Rogers said that the meetings are going great, and that they have been a wonderful source of dialogue and ideas for staff and county councils.

Mr. Rogers referred the Board to the financial report in the mailing packet. He state that the first page is the overall cash balance (correction the total amount remaining for state projects is \$14,596,387), the second page outlines the cash due commitments, pages three through six are all the projects approved since the beginning (please disregard the \$5 on the sixth page), and the final page gives a list of all the loans the ADB has approved where a cash payment is involved.

Mr. Rogers stated he would like the Board to start consider setting priorities and setting guidelines for the funds, especially in light of what is in the pipeline. He state that the Board needs to look at cash balance as we go into the Session in January, and that we need to be aware that state funds may be limited in the next budget session.

Mr. Moore asked about the second page, and what approved projects still having funds coming to them, such as the Kentucky West Nursery (KWN) and Little Kentucky Smokehouse (LKS).

Mr. Rogers stated that projects such as KWN draws down funds as need or on an annual basis. Mr. Furnish stated that LKS is in the construction phase, and we suspect that the funds will be drawn down over the next couple of months. Mr. Rogers reviewed that status of the other projects with a balance owed. He stated that some projects are on a reimbursement basis and we are waiting on the applicants to submit receipts.

Mr. Dick asked about the two Farmers' Market programs that have not drawn down funds. Mr. Furnish stated that they are in the construction phase and haven't submitted receipts.

Mr. Cleaver asked if the committed funds stay in a state account that draws interest. Mr. Rogers responded that they are in an interest drawing account, and the interest goes into the state pool.

Mr. Cleaver asked how Rick Raque was progressing. Mr. Rogers stated that he is 100% into the project now. Mr. Furnish added that he has hired staff and is eight weeks ahead of schedule.

Mr. Rogers stated that the August Board meeting will be the 19<sup>th</sup> of August at the State Fair, and the location would be announced as soon as confirmed.

Mr. Rogers stated that the Board voted to hold the two day planning meeting on November 18-19 and it will be held at Blue Licks State Park.

Mr. Griffin asked what the times would be for the August meeting. Mr. Rogers stated that meeting would begin at 10:00 am, and projects in the afternoon with a break for lunch.

Mr. Rogers asked Board members to see Kara for information on State Fair accommodations.

Mr. Rogers asked guests to please sign in before they leave.

## **New Business**

Mr. Rogers reviewed the memo regarding Central Kentucky Angus Sales and the request by the Oversight Committee to reconsider the request that was not funded at the June Board meeting. Mr. Rogers stated that staff does not bring a recommendation to the Board, just the request by the Oversight Committee to reconsider the request.

Mr. Rogers introduced Tim Divert with Central Kentucky Angus Sales (CKAS) to give an update on the request.

Mr. Divert thanked the Board for the time. He gave an overview of CKAS and then addressed questions the Board had regarding their status and the focus of the sales on only the Angus breed.

Mr. Divert clarified that CKAS does not consider their facility a stockyard, he stated that they lease the facility to organizations that want to have a sale. In the past thirty years there have been 175 sales, of which 115 have been sponsored by CKAS. The other 60 sales have been other breed organizations, so they do not consider this facility to only focus on a single breed.

Mr. Divert ended his presentation by clarifying CKAS goal of update their facility for all sales, is the intent of this grant request.

Mr. Cleaver asked if they had stock holders that own the facility. Mr. Divert stated that 105 have holdings in the facility.

Mr. Cleaver asked how many were farmers and tobacco holders? Mr. Divert stated he would have to go over the list, but a large majority.

Mr. Dick asked how many counties were involved. Mr. Divert stated that the focus was a ten county area, but they have participants statewide, in regards to sales.

Mr. Dick asked how long CKAS had been in existence. Mr. Divert stated that CKAS had owned the facility since 1971, and in the last ten years there have been 56 sales.

Mr. Dick asked if the money earned at the sales had been put back into the facility. Mr. Divert stated a large portion had gone back into the facility.

Mr. Lawson asked if the facility was open to anyone. Mr. Divert stated that if it is leased, people have to meet the criteria of the organization leasing it.

Mr. Lawson commented that the letter from James Coffey, with CKAS, was one of the best information letters regarding a project.

**Mr. Lawson moved that CKAS be approved as presented in June. Mr. Barlow seconded the motion.**

Mr. Rogers clarified the details of the original recommendation for the motion. The original recommendation to fund \$15,000 in state funds and \$2,500 in Jessamine County funds.

Mr. Cleaver asked how this project fits the criteria for state funds. Mr. Furnish stated that it is a project that would benefit more than one producer in more than one county. It is a regional project that has a terms of forgiveness based on tobacco dependency. It offers the same opportunity to all tobacco farmers, so if they don't get tobacco farmers to participate then they have to pay us the funds back.

Mr. Rogers stated that CKAS is set up as a farmers' market and has support from several counties. He stated that this is the position the Oversight Committee really rallied behind in making their request for the Board to reconsider the application.

Mr. Dick questioned that if this is not a stockyard project, does that mean you can not have a commercial sale. Mr. Rogers stated that staff looked at a stockyard as a daily operation, whereas this is more of a breeding stock sale environment.

Mr. Griffin asked if there are other stockyards in the area that are available for producers to participate in. Mr. Divert stated that there were.

**Question was called for and the motion was approved with dissent.**

### **Referral of August Projects<sup>1</sup>**

Mr. Rogers presented projects **(A2005-0341 through A2005-0404)** for referral to the Board's Project Review Committees. **Sam Moore moved that projects (A2005-0341 through A2005-0404) be referred the August Board meeting. Wayne Hunt seconded the motion. The motion passed without dissent.**

### **Approval of Model Programs<sup>2</sup>**

Mike Judge submitted projects A2005-0371, A2005-0360, A2005-0345, A2005-0381, and A2005-0352 as projects meeting the model **Agricultural Diversification Program** guidelines.

Mike Judge submitted projects A2005-0354, A2005-0272, A2005-0334, A2005-0348, A2005-0372, A2005-0394, A2005-0366, A2005-0399, A2005-0328, A2005-0387, A2005-0351, and A2005-0339 as projects meeting the model **Cattle Genetics Improvement Program** guidelines.

Mike Judge submitted projects A2005-0355, A2005-0335, A2005-0370, A2005-0395, A2005-0363, A2005-0389, and A2005-0383 as projects meeting the model **Cattle Handling Facilities Program** guidelines.

Mike Judge submitted projects A2005-0357, A2005-0359, and A2005-0386 as a project meeting the model **Dairy Diversification Program** guidelines.

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<sup>1</sup> A detailed list of the referred projects is attached as Appendix A.

<sup>2</sup> A detailed list of projects funded under each model program category is attached as Appendix B.

Mike Judge submitted projects A2005-0379, A2005-0346, A2005-0374, and A2005-0364 as projects meeting the model **Farm Livestock Fencing Improvement Program** guidelines.

Mike Judge submitted projects A2005-0375, A2005-0362, A2005-0382, and A2005-0341 as projects meeting the model **Forage Improvement & Utilization Program** guidelines.

Mike Judge submitted project A2005-0356, A2005-0333, A2005-0369, and A2005-0380 as a project meeting the model **Goat Diversification Program** guidelines.

Mike Judge submitted projects A2005-0376, A2005-0396, A2005-0365, A2005-0392, and A2005-0344 as projects meeting the model **Hay, Straw & Commodity Storage Program** guidelines.

Mike Judge submitted projects A2005-0393, and A2005-0349 as projects meeting the model **Shared-use Equipment Program** guidelines.

Mike Judge submitted projects A2005-0336, A2005-0347 and A2005-0384 as projects meeting the model **Technology Program** guidelines.

Mike Judge submitted project A2005-0361 as a project meeting the model **Timber Production, Marketing, and Utilization Program** guidelines.

**Rodney Dick moved the said applications be approved for the named model programs; Don Goodin seconded the motion. The motion passed without dissent.**

## **Review of Amendments**

Mr. Rogers presented the following amendment for approval.

**A2005-0061, Clinton/Cumberland Cattlemen's Association, Inc.,** was approved for \$53,000.00 on March 18, 2005. The applicant requests an additional \$45,000.00 for the Farm Livestock Fencing Improvement Program in Cumberland County. The request received a High priority from the Cumberland County Council. The term of the program shall remain 18 months from the execution date of the original agreement. Approval of this request would bring the program total to \$98,000.00.

**A2005-0131, Menifee County Beef Producers, Inc.** was approved for \$57,000.00 on April 15, 2005. The applicant requests an additional \$35,000.00 for the Farm Livestock Fencing Improvement Program in Menifee County. The request received a High priority from the Menifee County Council. The term of the program shall remain 18 months from the execution date of the original agreement. Approval of this request would bring the program total to \$92,000.00.

**A2005-0063, Morgan County Fiscal Court,** was approved for \$78,216.00 on March 18, 2005. The applicant requests an additional \$84,541.00 for the Agricultural Diversification Program in Morgan County. The request received a High priority from the Morgan County Council. The term of the program shall remain 12 months from the execution date of the original agreement. Approval of this request would bring the program total to \$162,757.00.



**A2005-0171, Morgan County Fiscal Court**, was approved for \$31,191.00 on May 20, 2005. The applicant requests an additional \$24,155.00 for the Cattle Handling Facilities Program in Morgan County. The request received a High priority from the Morgan County Council. The term of the program shall remain 12 months from the execution date of the original agreement. Approval of this request would bring the program total to \$55,346.00.

**A2004-0380, Morgan County Fiscal Court**, was approved for \$63,000.00 on August 20, 2004. The applicant requests an additional \$41,063.00 for the Farm Livestock Fencing Program in Morgan County. The request received a High priority from the Morgan County Council. The term of the program shall remain 18 months from the execution date of the original agreement. Approval of this request would bring the program total to \$104,063.00.

**A2005-0064, Morgan County Fiscal Court**, was approved for \$78,750.00 on March 18, 2005. The applicant requests an additional \$36,232.00 for the Forage Improvement and Utilization Program in Morgan County. The request received a High priority from the Morgan County Council. The term of the program shall remain 12 months from the execution date of the original agreement. Approval of this request would bring the program total to \$114,982.00.

**A2005-0062, Morgan County Fiscal Court**, was approved for 157,107.00 on March 18, 2005. The applicant requests an additional \$26,570.00 for the Hay, Straw, and Commodity Storage Program in Morgan County. The request received a High priority from the Morgan County Council. The term of the program shall remain 18 months from the execution date of the original agreement. Approval of this request would bring the program total to \$183,677.00.

**A2004-0518, Powell County Livestock Producers Association, Inc.**, was approved for \$20,000.00 on December 17, 2004. The applicant requests an additional \$10,000.00 for the Farm Livestock Fencing Improvement Program in Powell County. The request received a High priority from the Powell County Council. The term of the program shall remain 18 months from the execution date of the original agreement. Approval of this request would bring the program total to \$30,000.00.

**A2004-0519, Powell County Livestock Producers Association, Inc.**, was approved for \$20,000.00 on December 17, 2004. The applicant requests an additional \$20,000.00 for the Hay, Straw, and Commodity Storage Program in Powell County. The request received a High priority from the Powell County Council. The term of the program shall remain 18 months from the execution date of the original agreement. Approval of this request would bring the program total to \$40,000.00.

**Sam Lawson moved that said amendments be approved; Jim Mahan seconded the motion. The motion passed without dissent.**

Mr. Rogers called Bill McCloskey to come and report on a memo regarding Boone's Abattoir's request to allow the Agricultural Development Board to subordinate to its lender Wilson & Muir Bank.

Mr. McCloskey gave an update on the Boone's Abattoir's project and the grand opening of the new facility.

John Cleaver asked if Boone's Abattoir had the farmers to contract with for the forgivable loan.

Mr. Furnish and Mr. McCloskey gave a report on the producers Boone's Abattoir is currently working with and the processing abilities of the new facilities.

Mr. Rogers explained the issues that arose last year when Boone's Abattoir original facility burned. He stated the new facility is a state of the art facility. He encouraged the Board to visit the facility if they have the opportunity.

**Wayne Hunt moved to approve the request as presented; Rodney Dick seconded the motion. Motion passed without dissent.**

Mr. Rogers called Stephen Yates to come and report on a memo from Kentucky Beef Network's (KBN) request for a one year extension of grant A2003-0480 Market Development Fund.

Mr. Yates gave an update on the KBN Market Development Fund project.

**Dennis Griffin moved to approve the request as presented; Jim Mahan seconded the motion. Motion passed without dissent.**

Mr. Rogers asked Nick Whobrey to come and report on a memo regarding Daniel Boone Lumber Industries' request for approval of \$5,000 in Rowan County and \$10,000 in state funds as a forgivable loan.

Mr. Whobrey gave an update on the project and the applicant's attempt to get funding from counties.

**Donna Amburgy moved to approve the request as presented; Don Goodin seconded the motion. Motion passed without dissent.**

Mr. Rogers asked Tim Hughes to come and report on a memo from the KAFC requesting that the ADB subordinate its lien position on accounts receivable to KAFC.

Mr. Hughes gave an update on the Producer Accelerated Payment Program and explained that in order to get the program up and to secure the accounts receivable position, KAFC is requesting that the Board subordinate its lien position on accounts receivable.

Mr. Rogers stated that ADB is in first or second mortgage position on all loans to cooperatives. He continued to explain that the Board is being asked to take a second in that position behind KAFC on accounts receivable.

Mr. Moore asked if the cooperatives were paying for all of their produce out of this fund.

Mr. Hughes explained that each cooperative is different. Central Kentucky was approved, but they decided not to participate in the program. Cumberland Farm Products were in the middle of receiving products, so they have not participated at this time. The other cooperatives have been able to work through issues. Western Kentucky Growers and Green River is being processed.

**Wayne Hunt moved to approve the request as presented; Don Goodin seconded the motion.**

Rodney Dick asked if there was interest charged on this program. Mr. Hughes explained the interest structure for this program.

Mr. Hunt stated that this is a means for the producers to get the money.

Dennis Griffin asked if the Board has mortgage enough to cover our liabilities. Mr. Rogers stated that, in short, half would and half would not be covered.

Mr. Hughes stated the only way we would lose is if the companies did not pay the cooperative. He continued to explain that KAFC will never advance thee cooperative more than 75% of the gross value of the approved receivables and this amount will be further reduced to equal no more than the producers net return.

Mr. Griffin stated his concern, regarding liability, with the funds awarded by the Agricultural Development Board.

Mr. Hughes explained the structure of the loan and gave an overview of the loans approved by KAFC at the June meeting.

**Question was called and motion passes without dissent.**

### ***Recommendations for Funding***

Nick Whobrey presented **A2004-0516, Bracken County Advancement Council, Inc.**

The application received a high priority from Bracken County. The Bracken County Advancement Council, Inc. requested \$4,416.00 in Bracken County funds to purchase a sprayer that will be available to all county producers to use for thistle control in pasture and hay fields. This sprayer is similar to the one used in the KDA Program which Bracken County has been a participant in. The additional information that was requested by the Board was provided and Staff now recommends FUNDING this project.

Dennis Griffin moved that **A2004-0516 be approved for \$4,416.00 in Bracken County funds**; Danny Case seconded the motion.

Sam Moore asked the Board if they wanted to set a precedent that required a neighbor approval before spraying. Mr. Whobrey clarified that this term is a term that the county is enforcing on itself.

Mr. Dick asked if we required this term last month with Jackson County's project. Mr. Hunt clarified that this is a term that counties are imposing on the project, not that the ADB recommended.

Mr. Rogers said that we can clarify that this a term the county imposed in the legal agreement if the Board wished.

Mr. Mahan called for question. The motion passed without dissent.

Stephen Yates presented **A2005-0254, Harrison County Board of Education**. The application received a high priority from Harrison County. The Harrison County Board of Education requested \$75,000.00 of Harrison County funds to The Harrison County Board Of Education is requesting \$75,000 of Harrison County funds to assist in the construction of the Harrison County Agricultural Education Center. This project is designed to include a complete mini-farm for the sole purpose of educating young adults in the facets of production agriculture with an emphasis on diversification. The project is proposing to include livestock (goats, cattle etc.) to stress all aspects of their production and daily care. This facility would also include various crops to explore as alternatives to tobacco. Funds being requested would be used for the construction of a livestock housing facility, fencing, water source development, seed stock purchases (plants & animals), livestock and equipment.

Mr. Moore asked if the Harrison County Board of Education already owns this land. Mr. Yates stated that the Harrison County Board did own the land.

Danny Case moved that **A2005-0254 be approved for \$75,000.00 in Harrison County funds**; John Cleaver seconded the motion.

John Cleaver recognized Gary Carter, the Harrison County Agent, in the audience. Mr. Cleaver asked Mr. Cater to tell the Board about the County commitment to the project. Mr. Cater gave an overview of the project and the role this project will play in Harrison County Plan.

Question was called for, the motion passed without dissent.

Nick Whobrey presented **A2005-0260, Hope Ridge Farm Country Ham, LLC**. To begin the presentation Nick introduced Janice Barnett with Hope Ridge Farm Country Ham, LLC to report on the working relationship between Hope Ridge Farm Country Ham, LLC and Allied Food West, Inc.

The application received a high priority from Mason County. The Hope Ridge Farm Country Ham, LLC requested funds from the following counties: Fleming, \$2,000.00; Mason, \$2,000.00; Bracken, \$1,000.00; Lewis, \$1,000.00; Robertson, \$1,500; and \$92,500 in state funds to produce income for sustaining our farm life. The business will fulfill a dream of producing a product that we have been perfecting for years.

Hope Ridge Country Ham, LLC will be a business producing genuine "down off the farm" products. It is going to offer country hams that are cured on site the old fashion way. Our country ham will be sold three ways: whole, uncooked ham, sliced uncooked ham, and cooked sliced ready to eat ham. Our unique curing formula will be used to cure the green hams. It has taken 10 years to develop and refine this mixture and it produces a delicious cured ham. Our "ham sausage" will also be produced at this facility. Too often sausage is highly spiced and contains a large quantity of fat. This product is made solely from ham and contains very little fat content. Likewise the spice is delicate, yet just enough. We plan to sell the sausage by the pound.

The third product to be produced at Hope Ridge Country Ham, LLC will be cured bacon. Once again, the formula used in curing our product has been perfected over time, and it is a quality product.

Another goal of Hope Ridge Country Ham, LLC is offer the above mentioned quality products to the niche market at a reasonable price.

Mr. Barlow asked how many hams they were going to produce. Mr. Whobrey stated it would be around 20 hams a week, and then the additional meat will be processed as sausage.

Mr. Lawson asked if Rick Raque signed off on this project. Mr. Furnish stated this was the first project Rick worked with after being approved for funding by the Board.

Mr. Case asked where they are planning to get their hogs. Ms. Barnett stated that once they started looking, they have found 20 producers in Fleming County that have hogs and there are others in the area. She stated that currently they do not have anyone under contract, but they have contracts ready to sign once funding goes through.

Mr. Moore asked how they would identify Kentucky Hogs. Ms. Barnett stated they were working with Rick Raque, who is working with Swift to identify the hogs and pay \$.10 premium. Mr. Furnish stated it would be the same process Jimmy Baird, at Little Kentucky Smokehouse, uses.

Ms. Amburgy asked how many people were currently working with them. Ms. Barnett stated that they are up and running and at this time there are two, but the plan is to hire as the production increases.

Mr. Dick asked what the outlet for the product. Ms. Barnett stated it would be the retail markets at the moment, but they are looking at other options.

Wayne Hunt moved that **A2005-0260 be approved for funds in the following counties: Fleming \$2,000.00; Mason \$2,000.00; Bracken \$1,000.00; Lewis \$1,000.00; and Robertson \$1,500.00 as a grant and \$92,500.00 in state funds as a forgivable loan;** Sam Lawson seconded the motion. The motion passed without dissent.

Nick Whobrey presented **A2005-0282, Blazing Blocks Firewood.** The application received a high priority from Lewis County. The Blazing Blocks Firewood requested \$2,500 in Lewis County funds and \$50,875.00 in state funds to expand the production of bundled firewood and directly market the product to retailers. The shrink wrapped firewood bundles are now produced and sold to a wholesaler. Demand from the wholesaler exceeds the current production ability of the operation. Retail market opportunities exist for the planned increased production. Because of better profit margins, the operation plans to direct market all their production once the expansion is completed.

Mr. Whobrey introduced Mike and Dianna Beckett from Blazing Blocks Firewood.

Mr. Furnish reiterated that this is scrap wood on a farm, not trees being cut.

Ms Amburgy asked if this product is being used as kindling. Ms. Beckett stated it is being used as kindling.

Mr. Cleaver asked for clarification on the price paid to producer, and if the asked the applicant if they were tobacco farmer or if they would have ever been a tobacco farmer. Mr. Beckett stated that they had never been a tobacco farmer, but they were purchasing product from tobacco farmers. He then explained the price paid to producer.

Mr. Lawson asked for the justification for state funds to this project. Mr. Furnish stated that the application has met all the Board requirements for state funding.

Mr. Barlow asked how many farmers they were buying funds from now. Mr. Beckett stated that currently they are buying product from 10 to 15 farmers.

Mr. Barlow asked the applicant what the money would be used for. Mr. Beckett stated it would be used for equipment. Mr. Whobrey clarified what type of equipment the funds would be used for.

Mr. Mahan asked how much a bundle of wood would sell for. Mr. Whobrey stated that the applicant sells it for \$2 to the stores, and the stores sell it for \$3.99.

Mr. Lawson stated that, as he understands, the justification for funding with state funds is that they are making a market for the scrap wood on the farms of tobacco producers.

Mr. Rogers stated that this justification is a similar to the Wooden Impressions project, where the applicant is not tobacco dependent but will benefit tobacco producers.

John Cleaver moved that **A2005-0282 be approved for \$2,500.00 in Lewis County funds and \$50,875.00 in state funds**; Wayne Hunt seconded the motion. The motion passed without dissent.

Bill McCloskey presented **A2005-0302, LaRue County Beef Cattle Association, Inc..**

The application received a high priority from Grayson County. The LaRue County Beef Cattle Association, Inc. requested \$5,000.00 of Grayson County funds to The LaRue County Beef Cattle Association, Inc. is requesting \$5,000 in Grayson County Agricultural Development Funds to support a retained ownership program for Grayson County cattle producers. The average cost to meet the feedlot specifications and transportation to a Kansas feedlot is about \$50 per head and \$10 per head for carcass data for at total cost of \$60 per head to participate in the Grayson County Retained Ownership Program. With a twenty head limit the Grayson County Retained Ownership program could benefit up to eight producers in Grayson County shipping 166 calves.

Agricultural Development Funds will be used to cover half the cost or \$30 per head for transporting cattle to a Kansas feedlot and to receive carcass data. Benefits of retained ownership program are that cattle producers are able to gain experience and working knowledge of an alternative method for marketing cattle.

The availability of carcass data gives producers feedback on how to increase value of cattle by improving carcass characteristics with better genetic selection.

Dr. Henning asked if LaRue County was helping the Grayson County producers. Mr. McCloskey stated that was the case for this project. It is a collaborative effort between the two counties.

Wayne Hunt moved that **A2005-0302 be approved for \$5,000.00 in Grayson County funds**; Dr. Jimmy Henning seconded the motion. The motion passed without dissent.

Bill McCloskey presented **A2005-0307, Marion County Fair, Inc.** The application received a high priority from Marion County. The Marion County Fair, Inc. requested \$12,000.00 to make improvements to the Marion County Multi-Purpose Agricultural Center. Agricultural Development Funds would be used to purchase materials to construct a 156 foot by 20 foot shed with holding pens, two walk ways 15 foot by 20 foot and a livestock wash area 15 foot by 60 foot.

To date \$155,000 in Marion County Agricultural Development Funds have been utilized to establish the Marion County Multi-purpose Agriculture Center.

In 2002 \$125,000 in Marion County Agricultural Development Funds were approved to construct the Marion County Multi-Purpose Agricultural Center facilities as part of an extension to the existing barn with holding pens. The multi-purpose agricultural center has complimented and enhanced shows and sales of cattle, goats and horses. The facilities are also used for youth programs including 4-H and FFA activities.

In 2004 \$30,000 was approved to purchase equipment and complete several projects that included livestock pens, expansion of parking area, manure handling equipment, guttering of barn, equipment to assist livestock sales, feed and water troughs for livestock area and grade and drain work to control rain waters at the facilities.

Mr. Cleaver asked when the project was initially funded. Mr. McCloskey stated \$125,000 in 2002 and \$30,000 in 2004, and it was all county funds.

Jim Mahan moved that **A2005-0307 be approved for \$12,000.00 in Marion County**; Rodney Dick seconded the motion. The motion passed without dissent.

Bill McCloskey presented **A2005-0330, Monroe County Conservation District.** The application received a high priority from Monroe County. The Monroe County Conservation District requested \$200,000.00 of Monroe County funds to implement a menu approach offering five model programs as part of the Monroe County Farm Improvement Project. The five model programs to be included as part of the Monroe County Farm Improvement Project are Cattle Handling Facilities, Forage Resource and Utilization, Cattle Genetics Improvement, On-Farm Water Enhancement and Farm Livestock Fencing Improvement. The Monroe County Conservation district is providing producers with the option to choose the practice that will most benefit their operation. Producers will be eligible up to a maximum reimbursement of \$5,000.

Mr. Griffin asked if the five programs equally divided by the \$200,000.

Mr. Rogers stated that with this program, the farmer could make the decision where to spend the funds, but currently the funds are not equally divided now.

Mr. Barlow asked if it was set up on a first come-first serve basis. Mr. McCloskey replied no, that it was a scoring basis.

Mr. Furnish stated that this was a new approach for using model programs that many counties are looking at.

The Board discussed the potential use of the approach for future model programs.

John Cleaver moved that **A2005-0330 be approved for \$200,000.00 in Monroe County Conservation funds**; Danny Case seconded the motion. The motion passed without dissent.

Bill McCloskey presented **A2005-0338, Daviess County Conservation District**. The application received a high priority from Davies County. The Davies County Conservation District requested \$90,300.00 of Davies County funds to the Daviess County Conservation District is requesting \$90,300 of Daviess County Agricultural Development Funds to provide a cost share program to install subsurface drainage systems. The objective of this proposal is to improve crop yields to poorly drained soils by installing subsurface drainage systems.

John Cleaver moved that **A2005-0338 be approved for \$90,300.00 in Davies County funds**; Sam Moore seconded the motion. The motion passed without dissent.

Nick Whobrey presented **A2005-0373, Grant County Cattlemen's Association, Inc..** The application received a high priority from Grant County. The Grant County Cattlemen's Association, Inc. requested \$1,500 of Grant County funds to add to the list of shared-use equipment. They feel that since the Board is funding Hay Storage Facilities, the producers need a way to transport their bales to the facility.

Mr. Rogers stated that the Grant County application for hay wagons were approved, it would be a shared-use model program.

Mr. Lawson stated that his justification for this would be the safety issue.

Danny Case moved that **A2005-0373 be approved for \$1,500.00 in Grant County funds**; Jim Mahan seconded the motion.

Mr. Rogers clarified that by approving this project then hay wagons will automatically be added to the Shared-use Equipment Model Program.

Question was called for, the motion passed without dissent.

### ***Recommendations for No Funding***



Nick Whobrey presented **A2005-0156, Christian County Agri-Business Association.**

The applicant requested \$386,282.25 in Christian County funds to further develop Kentucky's tobacco industry. The secondary objectives include the following:

- 1) To improve the competitive position of present and future Kentucky farmers in the global tobacco market after the federal tobacco buyout.
- 2) To retain and increase Kentucky's market share of burley and dark tobacco and its reputation as a world leader in tobacco production.
- 3) To invest in the future of Kentucky's fourth most valuable agricultural sector.
- 4) To assure tobacco product manufacturers that Kentucky intends to remain in the tobacco production business and to grow its market share through improved production and processing efficiency.
- 5) To encourage research and science-based decisions for the creation, management and expansion of tobacco production assistance programs.
- 6) To have a positive impact on producers affected by loss of income resulting from cuts in tobacco quota and the end of the federal price support program

**John Cleaver moved that no funds be awarded A2005-0156 based on the Board's decision not to adopt a county tobacco model program; Rodney Dick seconded the motion.**

Wayne Hunt stated that this project came in before the discussion on the Tobacco Model program. He continued by stating that the county decided what they wanted to do with their money and this is all county money. He stated that Christian County is the number two tobacco county, and it is the county's biggest asset we have today. Mr. Hunt emphasized that before the buyout he would have said that this type of project would not qualify, but today I think we have a whole new industry with the buyout.

Mr. Rogers stated that staff recommendation is based upon the Board's recommendation to table the model program. He emphasized that this is a policy decision much larger than one county.

Mr. Cleaver stated he respects the Christian County producers, but he cannot see where this project fits into HB611.

Mr. Hunt stated that when it became a commodity, the whole industry changed and it is a new industry. He continued by stating that it will be the biggest mistake for this state if we do not support the industry and in turn allow other states to take our market share.

Mr. Mahan concurred with Mr. Hunt and stated that tobacco has been the backbone of Kentucky for so long and all the sudden we could lose it.

Mr. Cleaver stated that all the Agricultural Development Funds will not make a difference as to whether tobacco stays in Kentucky or not.

Dr. Henning stated that the people outside of agriculture do not understand the tobacco industry, and if we vote for this is a precedent that will put all the good work we have done for Kentucky agriculture at risk.

**Question was called for and Mr. Judge called for a roll call vote.**

**Board Members Present: Donna Amburgy-No; H. H. Barlow-No; Daniel Case-Yes; John Cleaver-Yes; Rodney Dick-Yes; Dennis Griffin-Yes; Wayne Hunt-No; Sam Lawson-Yes; Jim Mahan-No; Sam Moore-No; Dean M. Scott Smith (Jimmy Henning, designee)-Yes; Secretary Gene Strong (Don Goodin, designee)-Yes.**

**The motion passed with dissent (7-Yes, 5-No)**

Mr. Rogers stated that agriculture, General Assembly, and this Board is severely divided on this issue. Kentucky agriculture needs to come to a consensus on this issue before the Session, or this is the issue that could destroy this program if we do not resolve it. He continued that he understands both sides of this issue, and we have to bring this community back together or we will not have an Agricultural Development Fund.

Mr. Hunt commented that the Board had stated in the beginning that each county knows what is best for their county. That is why he believes we should allow the counties to choose if they want to implement a tobacco model program.

Mr. Moore stated that the reason he has supported this program since the beginning is that this program will allow the small family farm to continue to be a small family farm. He emphasized that the Board has put a lot of money into a lot of different things and there is nothing else that would provide the income that tobacco will.

Mr. Hunt stated that this Board is taking the heat on these issues for the General Assembly; they do not want to have to address the tobacco issue.

Dr. Henning stated that this level of funding will not have a significant impact on whether the tobacco industry will stay in Kentucky.

Mr. Cleaver asked Mr. Hunt if Christian county was second to Bourbon County in tobacco production.

Mr. Hunt stated that yes, that dark fired put it over the top. He continued by explaining the needs of tobacco producers in the Christian County area.

Mr. Rogers stated that he made his comments because the Oversight Committee is evenly divided on this issue.

Mr. Case stated that he can not see how it is worth approving a \$250,000 project, which will in turn possibly cause the loss of \$14 million for farmers in the state.

### ***Recommendations for Pending***

Mr. Rogers explained that the following projects were recommended for pending by the staff. He continued to explain that in doing away with the project review process the staff is in the position of not having the council of the Board on some of the projects. Mr. Rogers stated that staff is asking for assistance and guidance from the Board on some pending projects, and he will note those that are pending just because staff is waiting on paperwork from the applicant.

Mr. Griffin stated that it was his understanding that we had not done away with the review process.

Mr. Rogers explained that the motion passed several months ago was to eliminate the project review process and have all projects come straight to the Board. At this time we do not have a mechanism for review, as staff we have three choices for projects as they are presented to the Board: funding, no funding, and pending. The pending projects are those which we need more information or the Board input on before we can develop terms for funding or recommend as no funding.

Mr. Rogers emphasized that any pending project the Board has the prerogative to pull out and make a motion to fund or no fund.

Mr. Rogers presented the pending list to the Board.

**A2005-0269 Todd County Board of Education.** This request is for a 0% interest loan to the Todd County School System's Food Services Program to assist in the purchase of dairy product vending machines for Todd County High School and Todd County Middle School. Staff recommends pending to allow the applicant to provide additional information.

Mr. Rogers noted that the applicant is in attendance today.

**Mr. Hunt moved that A2004-0269 be taken out of pending status and recommended for funding in the amount of \$4,000; Mr. Barlow seconded the motion.**

Mr. Rogers stated any county funds lent would have to go through a bank, HB611 statute states that any county funds lent have to go through a bank.

Mr. Cleaver asked if Wayne if he thought this would fit.

Mr. Hunt stated this is a dairy heavy area, and if they want to loan their money for this then it is their money.

Mr. Griffin stated he thought that if the loan were to be approved, it would have to go through a bank. Mr. Whobrey explained that the Board would not charge the applicant any interest, but they could not control the interest charged by the bank.

Mr. Furnish stated that the reason this was pending was to clarify information regarding the repayment of the loan.

Mr. Lawson asked how we can know this is Kentucky milk. The applicant stated that the contract for the vending machines is with Golden Rod.

Mr. Rogers stated that there are no terms at this time for the project.

Mr. Dick asked the applicant to clarify what the funds will be used for. The applicant gave a quick overview of the project.

**Question was called, and the motion failed with dissent. The application remained in pending status.**

Mr. Rogers introduced the remaining pending projects to the Board.

**A2005-0270 City-County Fair Association, Ltd.** is requesting \$15,000 in Cumberland County funds and \$15,000 in state funds for a farmer's market structure. Staff recommends pending for the Farmers' Market Competitive Grant decision in August.

**A2005-0286 Nicholas County Farmers Market** is requesting \$3000 in Nicholas County funds and \$3000 in State funds to provide facility enhancement in the form of a temporary shelter for the producers. Staff recommends pending for the Farmers' Market Competitive Grant decision in August.

**A2005-0300 Franklin County Fair and Horseshow Association, Inc.** is requesting a total of \$58,500 of Franklin County funds (\$37,000) and State Funds (\$11,500) to construct a state of the art livestock exhibition facility. Staff recommends pending to clarify issues regarding state versus county funds.

**A2005-0314 Taylor County Cattlemen's Association, Inc.** is requesting \$71,000 to administer a beef diversification project. Staff recommends pending to allow time to work with applicant to restructure the project.

**A2005-0316 Taylor County Farm Bureau of Taylor County** is requesting \$41,000 for a grain diversification cost-share project. Staff recommends pending to allow time to work with applicant to restructure the project.

**A2005-0327 Clark County Fiscal Court** is requesting \$5000 of Clark County funds for a study to determine the need for a Purchase Development Right (PDR) Program in Clark County. Staff recommends pending to allow applicant to submit the application on the proper forms.

**A2005-0329 Monroe County Homemaker Council** is requesting \$12,500 in Monroe County Agricultural Development Funds to support youth livestock sales, shows and educational programs. Staff recommends pending to gather additional information from the applicant.

**A2005-0331 Cumberland County Thoroughbred Training Center** is requesting \$45,000 in state funds and \$45,000 in County funds for equipment, supplies and start-up expenses associated with an equine training facility. Staff recommends pending to gather additional information from the applicant.

**A2005-0337 Daviess County Conservation District** is requesting \$6,300 in Daviess County Agricultural Development Funds to administer a Shared-use Model Program in Daviess County. Staff recommends pending to gather additional information from the applicant.

**A2005-0340 Creech Services, Inc.** is requesting \$598,309 in state funds, \$10,000 in Fayette County funds and \$10,000 in Bourbon County funds for infrastructure improvements to expand compost production.

Mr. Rogers introduced Tom Creech with Creech Services to take any questions from the Board.

Mr. Hunt recommended that the Board watch the Creech Video.

Mr. Creech played the Creech Services, Inc. promotional video for the Board.

Mr. Rogers stated that this project is a request for \$625,000.

Mr. Furnish explained the history of the applicant, and stated that the request is for the 10 acres expansion of concrete and the new building. He clarified that if staff brought it forward we would only recommend the funding for that part of the request which was begun after staff received the application, which is Board policy. Mr. Furnish also stated the forgiveness for the state funds would be based on a portion of the product that is given to tobacco dependent farmers.

Mr. Yates explained that two counties gave funds, and Woodford County gave it a high priority, yet they have committed their funds at this time.

Mr. Cleaver stated he visited the site and was impressed. He also spoke to producers and found out this would benefit area horticulture producers. He continued to say that it seems like a worthy project.

Mr. Mahan stated that it is a project that is a win – win. Producers and horse barns are able to get rid of a waste, and tobacco producers are able to benefit from the use of the product.

Mr. Cleaver, with Tom Creech assistance, explained the application level and an overview of the nutrient level of the product.

Mr. Barlow stated that this project could benefit the investment in the Horticulture industry.

Dr. Henning stated that he has worked with Tom Creech and can verify Mr. Creech's dedication to quality.

Mr. Lawson stated that his problem with this project is that the Board is in effect buying this product to give away to producers in that area.

Mr. Hunt noted that this addresses and benefits the number one industry in the state, and it has a positive impact on the environmental industry. He did question the overall benefit of the product to the producer.

Dr. Henning agreed that we do need to document the value of the product.

Mr. Creech gave an overview of producers across the state that uses the product and an estimate on the transportation on the product across the state. He gave additional information on the product uses for agriculture. Mr. Creech thanked the Board for the time.

**Jim Mahan moved that A2005-0340 be approved for \$10,000 in each Fayette and Bourbon County funds and \$598,309 in state funds as a forgivable loan with suitable terms; Wayne Hunt seconded the motion.**

Mr. Cleaver asked for clarification on the forgivable loan structure. Mr. Yates reviewed the terms and conditions staff recommends for the forgivable loan.

Dennis Griffin stated that he thought we were moving too fast on this project. He expressed that he felt this was a good project, yet it did not meet the terms for funding under HB611. Mr. Griffin stated that he had spoken to Tom Creech and recommended that this be a project to be considered by the Agricultural Finance Corporation.

Rodney stated that he felt the Board was moving too fast, and the Board could not make a fair analysis at this time. He expressed that he did feel that this project had potential.

Question was called. Mike Judge called for motion to be reread. Secretary restated motion.

**Jim Mahan withdrew his motion, leaving A2005-0340 in pending status.**

### **Other Business**

Dr. Henning invited the Board to attend the dinner after the Board meeting and the UK Field Day the following day.

### **Closing Remarks**

The next meeting of the Kentucky Agricultural Development Board will convene at 10:00 am on Friday, August 19 at the Kentucky Fair and Exposition Center during the State Fair. Note time and location of meeting subject to change; ample notification will be given if such a change occurs.

The meeting adjourned at 5:40 p.m.

John Cleaver moved to adjourn; Rodney Dick seconded the motion. Motion passed without dissent.

**APPROVED:** \_\_\_\_\_

**PRESIDING OFFICER:** \_\_\_\_\_

**SECRETARY:** \_\_\_\_\_

## New Applications for Referral

Appl #	Project Name	Project Type
A2005-0341	Menifee County Conservation District	Forage Improvement & Utilization
A2005-0342	Mercer County Farm Bureau, Inc.	Farm Livestock Fencing Improvement
A2005-0343	Harrison County 4-H Club Center, Inc.	Project
A2005-0344	Menifee County Beef Producers, Inc.	Hay, Straw, & Commodity Storage
A2005-0345	Jessamine County Farmer's Market, Inc.	Agricultural Diversification
A2005-0346	Fayette County Cattlemen's Association, Inc.	Farm Livestock Fencing Improvement
A2005-0347	Fayette County Cattlemen's Association, Inc.	Technology
A2005-0348	Fayette County Cattlemen's Association, Inc.	Cattle Genetics Improvement
A2005-0349	Jessamine County Beef Cattle Association, Inc.	Shared-use Equipment
A2005-0350	SKAD/Clinton County Poultry Association	Agricultural Diversification
A2005-0351	Pendleton County Extension District Foundation, Incorporated	Cattle Genetics Improvement
A2005-0352	Menifee County Conservation District	Agricultural Diversification
A2005-0353	Southern Kentucky Regional Farmers' Market, Inc.	Project
A2005-0354	Barren County Cattlemen's Association	Cattle Genetics Improvement
A2005-0355	Barren County Cattlemen's Association	Cattle Handling Facilities
A2005-0356	Barren River Area Development District	Goat Diversification
A2005-0357	Barren River Area Development District	Dairy Diversification
A2005-0358	Barren County Conservation District	Project
A2005-0359	Henry County Agricultural Diversification Association, Inc.	Dairy Diversification
A2005-0360	Henry County Agricultural Diversification Association, Inc.	Agricultural Diversification
A2005-0361	Henry County Agricultural Diversification Association, Inc.	Timber Production, Marketing & Utilization
A2005-0362	Henry County Cattlemen's Association, Inc.	Forage Improvement & Utilization
A2005-0363	Henry County Cattlemen's Association, Inc.	Cattle Handling Facilities

## New Applications for Referral

Appl #	Project Name	Project Type
A2005-0364	Henry County Cattlemen's Association, Inc.	Farm Livestock Fencing Improvement
A2005-0365	Henry County Cattlemen's Association, Inc.	Hay, Straw, & Commodity Storage
A2005-0366	Henry County Cattlemen's Association, Inc.	Cattle Genetics Improvement
A2005-0367	Henry County Chamber of Commerce	Project
A2005-0368	Bruce D. Dunaway	Project
A2005-0369	The Grant County Agricultural Diversification Council, Incorporated	Goat Diversification
A2005-0370	The Grant County Agricultural Diversification Council, Incorporated	Cattle Handling Facilities
A2005-0371	The Grant County Agricultural Diversification Council, Incorporated	Agricultural Diversification
A2005-0372	Grant County Cattlemens Association, Inc.	Cattle Genetics Improvement
A2005-0373	Grant County Cattlemens Association, Inc.	Project
A2005-0374	Grant County Cattlemens Association, Inc.	Farm Livestock Fencing Improvement
A2005-0375	Grant County Cattlemens Association, Inc.	Forage Improvement & Utilization
A2005-0376	Grant County Cattlemens Association, Inc.	Hay, Straw, & Commodity Storage
A2005-0377	City of Erlanger	Project
A2005-0378	Johnson County Extension District	Project
A2005-0379	Kentucky Ketch, Inc.	Farm Livestock Fencing Improvement
A2005-0380	Green River Area Development District, Inc.	Goat Diversification
A2005-0381	Green River Area Development District, Inc.	Agricultural Diversification
A2005-0382	Green River Area Beef Improvement Group, Inc.	Forage Improvement & Utilization
A2005-0383	Green River Area Beef Improvement Group, Inc.	Cattle Handling Facilities
A2005-0384	Green River Area Development District, Inc.	Technology



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## New Applications for Referral

Appl #	Project Name	Project Type
A2005-0385	McLean County Fiscal Court	Project
A2005-0386	Dairy Herd Improvement Incorporated	Dairy Diversification
A2005-0387	Dairy Herd Improvement Incorporated	Cattle Genetics Improvement
A2005-0388	West KY No-Till Association	Project
A2005-0389	Logan County Cattlemens Association Incorporated	Cattle Handling Facilities
A2005-0390	Logan County Cattlemens Association Incorporated	Project
A2005-0391	Logan County Farm Bureau of Logan County, Kentucky	Project
A2005-0392	Logan County Conservation District	Hay, Straw, & Commodity Storage
A2005-0393	Grayson County Conservation District	Shared-use Equipment
A2005-0394	Green River Area Beef Improvement Group, Inc.	Cattle Genetics Improvement
A2005-0395	Green River Area Beef Improvement Group, Inc.	Cattle Handling Facilities
A2005-0396	Green River Area Beef Improvement Group, Inc.	Hay, Straw, & Commodity Storage
A2005-0397	Logan County Extension District Board	Project
A2005-0398	Christian County/Hopkinsville Development Corporation	Project
A2005-0399	Jackson Purchase Resource Conservation and Development Foundation, Inc.	Cattle Genetics Improvement
A2005-0400	Central Kentucky Meat Goat Producers Association, Inc.	Goat Diversification
A2005-0401	Hancock County Conservation District	Project
A2005-0402	Henry County Fiscal Court	Project
A2005-0403	Farm and Garden Market Cooperative Association, Inc.	Project
A2005-0404	City of Springfield	Project

## APPENDIX B: Model Program Lists

### Agricultural Diversification

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0371	The Grant County Agricultural Diversific	Grant	\$30,000.00
A2005-0360	Henry County Agricultural Diversification ,	Henry	\$65,000.00
A2005-0345	Jessamine County Farmer's Market, Inc.	Jessamine	\$20,000.00
A2005-0381	Green River Area Development District, I	McLean	\$16,400.00
A2005-0352	Menifee County Conservation District	Menifee	\$47,495.00
			<b>\$178,895.00</b>

### Cattle Genetics Improvement

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0354	Barren County Cattlemen's Association	Barren	\$128,500.00
A2005-0334	Green River Area Beef Improvement Gro	Daviess	\$18,900.00
A2005-0348	Fayette County Cattlemen's Association, I	Fayette	\$50,000.00
A2005-0372	Grant County Cattlemens Association, In	Grant	\$30,000.00
A2005-0394	Green River Area Beef Improvement Gro	Hancock	\$15,000.00
A2005-0366	Henry County Cattlemen's Association, I	Henry	\$17,000.00
A2005-0399	Jackson Purchase Resource Conservation	Hickman	\$10,609.00
A2005-0328	Johnson County Conservation District	Johnson	\$8,000.00
A2005-0387	Dairy Herd Improvement Incorporated	Logan	\$7,500.00
A2005-0351	Pendleton County Extension District Foun	Pendleton	\$75,000.00
A2005-0339	Mountain Cattlemen's Association	Perry	\$3,775.00
			<b>\$364,284.00</b>

### Cattle Handling Facilities

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0355	Barren County Cattlemen's Association	Barren	\$149,000.00
A2005-0335	Green River Area Beef Improvement Gro	Daviess	\$54,600.00
A2005-0370	The Grant County Agricultural Diversific	Grant	\$30,000.00
A2005-0395	Green River Area Beef Improvement Gro	Hancock	\$50,000.00
A2005-0363	Henry County Cattlemen's Association, I	Henry	\$42,000.00
A2005-0389	Logan County Cattlemens Association In	Logan	\$25,189.00
A2005-0383	Green River Area Beef Improvement Gro	McLean	\$23,000.00
			<b>\$373,789.00</b>

### Dairy Diversification

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0357	Barren River Area Development District	Barren	\$150,000.00
A2005-0359	Henry County Agricultural Diversification ,	Henry	\$20,000.00
A2005-0386	Dairy Herd Improvement Incorporated	Logan	\$7,500.00
			<b>\$177,500.00</b>

## APPENDIX B: Model Program Lists

### Farm Livestock Fencing Improvement

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0379	Kentucky Ketch, Inc.	Clay	\$100,000.00
A2005-0346	Fayette County Cattlemen's Association, I	Fayette	\$100,000.00
A2005-0374	Grant County Cattlemens Association, In	Grant	\$30,000.00
A2005-0364	Henry County Cattlemen's Association, I	Henry	\$59,000.00
			<b>\$289,000.00</b>

### Forage Improvement & Utilization

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0375	Grant County Cattlemens Association, In	Grant	\$30,000.00
A2005-0362	Henry County Cattlemen's Association, I	Henry	\$25,000.00
A2005-0382	Green River Area Beef Improvement Gro	McLean	\$23,000.00
A2005-0341	Menifee County Conservation District	Menifee	\$60,000.00
			<b>\$138,000.00</b>

### Goat Diversification

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0356	Barren River Area Development District	Barren	\$20,000.00
A2005-0333	Green River Area Development District, I	Daviess	\$5,000.00
A2005-0369	The Grant County Agricultural Diversific	Grant	\$10,000.00
A2005-0380	Green River Area Development District, I	McLean	\$10,000.00
			<b>\$45,000.00</b>

### Hay, Straw, & Commodity Storage

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0376	Grant County Cattlemens Association, In	Grant	\$30,000.00
A2005-0396	Green River Area Beef Improvement Gro	Hancock	\$50,000.00
A2005-0365	Henry County Cattlemen's Association, I	Henry	\$25,000.00
A2005-0392	Logan County Conservation District	Logan	\$35,000.00
A2005-0344	Menifee County Beef Producers, Inc.	Menifee	\$46,000.00
			<b>\$186,000.00</b>

### Shared-use Equipment

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0393	Grayson County Conservation District	Grayson	\$7,681.00
A2005-0349	Jessamine County Beef Cattle Associatio	Jessamine	\$9,000.00
			<b>\$16,681.00</b>

### Technology

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0336	Daviess County Conservation District	Daviess	\$35,700.00
A2005-0347	Fayette County Cattlemen's Association, I	Fayette	\$25,000.00
A2005-0384	Green River Area Development District, I	McLean	\$24,600.00
			<b>\$85,300.00</b>

## APPENDIX B: Model Program Lists

### Timber Production, Marketing & Utilization

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0361	Henry County Agricultural Diversification /	Henry	\$10,000.00
			<u>\$10,000.00</u>